Introduced by Assembly Member Beall

January 18, 2007

Assembly Joint Resolution No. 4—Relative to child support collection fees.

LEGISLATIVE COUNSEL'S DIGEST

AJR 4, as introduced, Beall. Child support: fees.

This measure would request the United States Congress to repeal provisions of federal law imposing a \$25 annual fee for each family which has not received specified public assistance if the state provides child support collection services and collects at least \$500 in child support on its behalf.

Fiscal committee: no.

- 1 WHEREAS, In 2005 the United States Congress passed the
- 2 Deficit Reduction Act of 2005 and President Bush signed it into
- 3 law on February 8, 2006, (Public Law No. 109-171); and
- 4 WHEREAS, The act contained several provisions that changed
- 5 how states administer the Title IV-D program of the Social Security
- 6 Act, including a provision that imposes a mandatory annual fee of
- 7 twenty-five dollars (\$25) for each family which has not received
- 8 assistance from the federal Temporary Assistance to Needy
- 9 Families (TANF) program if the state provides child support
- 10 collection services and collects at least five hundred dollars (\$500)
- in child support on behalf of that family; and
- 12 WHEREAS, The provision to impose the mandatory fee for
- 13 these cases took effect on October 1, 2006; and

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WHEREAS, California's Title IV-D Child Support Program collected over two billion dollars (\$2,000,000,000) in 2005 on behalf of approximately 1.8 million children and families; and

WHEREAS, The twenty-five dollar (\$25) fee imposed on the states by the federal government, if passed on to the family by the state, will constitute a financial barrier to a parent who desires to use the child support collection services of the state's Title IV-D program; and

WHEREAS, Because of the economic importance to a family in receiving child support owed, there should be minimal barriers to using child support collection services; and

WHEREAS, Nearly 70 percent of all child support collected goes directly to support families and their children, thereby reducing their dependency on public assistance; and

WHEREAS, Automation and accounting costs to collect the twenty-five dollar (\$25) fee may offset any potential revenue the federal government may hope to receive through imposition of the fee; and

WHEREAS, Because the federal government has provided states with four different options as to how the fee may be imposed, the fee does not support uniform application of the federal Title IV-D program; now, therefore, be it

Resolved by the Assembly and the Senate of the State of California, jointly, That the United States Congress is hereby requested to repeal the provisions of law imposing a twenty-five dollar (\$25) annual fee for each family which has not received assistance from the TANF program if the state provides child support collection services and collects at least five hundred dollars (\$500) in child support on behalf of that family; and be it further

Resolved, That the Chief Clerk of the Assembly transmit copies of this resolution to the President and Vice President of the United States, to the Speaker of the House of Representatives, to the Majority Leader of the Senate, and to each Senator and Representative from California in the Congress of the United States.